

Direct Loans

William D. Ford Federal Direct Loan Program

Please complete the information below:

Borrower Name: _____

Address: _____

City, State Zip: _____

Borrower SSN: _____

Dear Borrower,

Thank you for your interest in a Federal Direct Consolidation Loan. We have received and are processing your application.

Your Application Is On Hold

Interest rates on variable interest student loans will change on July 1, 2002. We have put your application on hold so that you can take advantage of the lower interest rates that will take effect on variable rate student loans beginning on this date.

If you would like us to continue processing your application now at the current interest rates, please sign the statement below and return this form to us.

Release To Complete Your Direct Consolidation Loan at Current Interest Rates

I understand that the interest rate on my Direct Consolidation Loan will be based on the weighted average of the interest rates on the loans being consolidated, rounded to the nearest higher one-eighth of one percent, but shall not exceed 8.25%. This is a fixed interest rate, which means that the rate will remain the same throughout the life of the loan.

I also understand that any future changes in variable interest rate student loans, including the rate change scheduled for July 1, 2002, will not affect the fixed interest rate of my Direct Consolidation Loan.

I agree to these terms and conditions. Please remove the hold on my consolidation application and complete my consolidation as soon as possible.

(Printed Name)

(Social Security Number)

(Signature)

(Date)

If You Need Assistance

Please contact us if you need assistance or have any questions

- **E-mail** loan_consolidation@mail.ed.gov
- **Web** www.loanconsolidation.ed.gov
- **Phone** 1-800-557-7392 (1-800-557-7395 TDD for the hearing impaired)
8AM to 8PM (EST), Monday through Friday
- **Mail** U.S. Department of Education
Consolidation Department
P.O. Box 242800
Louisville, KY 40224-2800

Thank you for your interest in the Direct Consolidation Loan Program.

Consolidation Department
Loan Origination Center